Michael O. Leavitt Governor Robert L. Morgan Executive Director Lowell P. Braxton Division Director 1594 West North Temple, Suite 1210 PO Box 145801 Salt Lake City, Utah 84114-5801 (801) 538-5340 telephone (801) 359-3940 fax (801) 538-7223 TTY www.nr.utah.gov

July 22, 2003

Gary Applegate Great American Resources P.O. Box 668 Tooele, Utah 84074

Re:

<u>Transfer of Notice of Intention, Small Mining Operations, Terra Resources, LLC to Great American Resources, Southern White / Mountain Rose Mine, S/001/047, Beaver County, Utah</u>

Dear Mr. Applegate:

On April 30, 2003, we received the completed Transfer of Notice of Intention of Small Mining Operations to transfer the Southern White / Mountain Rose small mining project located in the SE1/4 SE1/4 of Section 16 and the NE1/4 NE1/4 of Section 21, T27S, R13W, Beaver County, Utah from Terra Resources, LLC to Great American Resources.

The Division Director signed and executed the permit transfer document on July 21, 2003, which effectively transfers the responsibility of this mining operation and reclamation to you. A copy of the executed transfer form is enclosed for your files. You are now the official party responsible for all mining and reclamation obligations for this project. Please be aware that you must satisfy the BLM requirements in making this change in ownership as well. We will forward a copy of the executed permit transfer form along with this letter to the area BLM office for their records.

By copy of this letter the Division hereby officially releases Terra Resources, LLC from any further reclamation responsibilities at this site.

Please be advised that the annual permit fees have recently been sent and are due by July 25, 2003. Unfortunately, because this transfer was not finalized prior to the billing statements being sent out, they were sent to Terra Resources. We have enclosed another billing statement showing Great American Resources as the operator.



Page 2 Gary Applegate S/001/047 July 22, 2003

Thank you for your help in finalizing this transaction. If you have any questions or concerns regarding this letter, please contact me at (801) 538-5286. Best of luck with your new mining venture.

Sincerely,

D. Wayne Hedberg

Permit Supervisor

Minerals Regulatory Program

jb

Enclosure: Executed Transfer form, Billing Statement cc: Jeff Sagers, Terra Resources, LLC w/encl

Ed Ginouves, BLM, Cedar City FO (UTU-78375-A1) w/encl

 $O: \ M001-Beaver \ S001047-Southern White-MtnRose \ final \ trans-apv1-07222003. docod \ trans-apv1-0$



Michael O. Leavitt Governor Robert L. Morgan **Executive Director** Lowell P. Braxton **Division Director**

1594 West North Temple, Suite 1210 PO Box 145801 Salt Lake City, Utah 84114-5801 801-538-5340 801-359-3940 (Fax) 801-538-7223 (TDD)

GREAT AMERICAN RESOURCES PO BOX 668 **TOOELE UT 84074**

ATTENTION: GARY APPLEGATE

ANNUAL PERMIT FEE	- Annual Permit Fees (July 2003 thru June 2004)			
PROJECT NAME	PROJECT ID	ACRES	BILLING DATE	
SOUTHERN WHITE/MOUNTAIN ROSE	S010047	NA	06/27/2003	
PERMIT TYPE	PROJECT STATUS			
SMALL MINING OPERATION < 5 ACRES	ACTIVE		ANNUAL FEE	
			\$ 150	

DUE DATE	AMOUNT DUE	
07/25/2003	\$ 150	

Please see enclosed instructions for payment.

Please retain this portion for your records. For billing Information call (801) 538-5291

This portion MUST be returned with your payment to ensure proper credit. THANK YOU

ACCOUNT BILLED PROJECT NAME GREAT AMERICAN RESOURCES SOUTHERN WHITE/MC		PROJECT NAME		PROJECT ID
		SOUTHERN WHITE/MOL	JNTAIN ROSE	S010047
DUE DATE ANNUAL FEE	AMOUNT DUE	FEE NOT ENCLOSED	mittee requests Contact	
07/25/2003 \$ 150	\$ 150	Permittee requests an inspection to close		
TAX ID OR SOCIAL SECURITY # out this permit.		Address		
DIVISION OF OIL 1594 WEST NOR PO BOX 145801 SALT LAKE CITY	TH TEMPLE SU	JITE 1210	E-Mail Address Zip Phone	

Division of Oil, Gas and Mining